# SETCHIM CHARITABLE FUND

# ANNUAL REPORT AND FINANCIAL STATEMENTS

# FROM 17 JANUARY 2024 TO 31 DECEMBER 2024

**Charity Registration No. 1206580**

KNOX CROPPER
chartered accountants

**SETCHIM CHARITABLE FUND**

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**SETCHIM CHARITABLE FUND**

**REFERENCE AND ADMINISTRATIVE DETAILS**

| | |
|---|---|
| **Charity Number** | 1206580 |
| **Trustees** | Richard Setchim<br>Elizabeth Setchim |
| **Principal Address** | Flat 123 Shakespeare Tower<br>Barbican<br>EC2Y 8DR |
| **Independent Examiner** | Greg Stevenson<br>Knox Cropper LLP<br>65 Leadenhall Street<br>London<br>EC3A 2AD |
| **Bankers** | National Westminster Bank Plc<br>216 Bishopsgate<br>London<br>EC2M 4QB |
| **Solicitors** | Rathbones Legal Services Limited<br>30 Gresham Street<br>London<br>EC2V 7QN |
| **Investment Managers** | Rathbones Investment Management Limited<br>30 Gresham Street<br>London<br>EC2V 7QN |

# TRUSTEES' REPORT
# FROM 17 JANUARY 2024 TO 31 DECEMBER 2024

The Trustees of the charity present their statutory report together with the accounts of Setchim Charitable Fund ("the Fund") for the period from its registration on 17 January 2024 to 31 December 2024.

The accounts have been prepared in accordance with the accounting policies set out on pages 9 to 11 of the attached accounts and comply with the Fund's Trust Deed, applicable laws, accounting standards (United Kingdom Generally Accepted Accounting Practice) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

## Introduction

The Fund was established by a Trust Deed dated 21 July 2023 and confirmation of registration with the Charity Commission was received on 17 January 2024 – Charity Registration Number 1206580.

HM Revenue & Customs confirmed on 16 May 2024 that the Fund is a charity for tax purposes.

The Fund was established by Richard and Elizabeth Setchim as a vehicle for their philanthropy. They have served as trustees throughout the period.

## Objectives and activities for the public benefit

The objects of the Fund are: To advance such charitable purposes (according to the law of England and Wales) as the trustees see fit from time to time, in particular but not exclusively by making grants to other charities which focus on the advancement of education, the advancement of environmental protection or improvement, the advancement of animal welfare and the advancement of citizenship or community development.

The trustees have complied with section 17 of the Charities Act 2011 to have due regard to the guidance published by the Charity Commission when reviewing the Fund's aims and objectives and in planning future activities and setting the grant making policy.

The period ended 31 December 2024 has been devoted to establishing the charity, obtaining funding and identifying candidates for grants.

## Grant making policy

The grant making policy approved by the trustees lays out the charity's aims and principles in awarding grants, and the checks made when considering the organisations which will benefit in these terms:

"We can only fund projects and activities that are exclusively charitable and fall within the objects of the charity. Applications are accepted from both unsolicited sources (provided we are satisfied they are wholly charitable in nature), and trustee researched charitable causes.

Our primary interest is in providing grants to existing charities for the public benefit. Organisations must have a written constitution, with exclusively charitable aims, and be run by a minimum of two trustees. Grants will be made based on the funding available and solely on merit.

The number of good applications may exceed the funding available, so the trustees will prioritise making grants to charities in the City of London and in Suffolk, to support their local communities."

## Financial Review

Total income amounted to £447,046 of which £444,394 was recorded as donations and gift aid.

Operating expenses amounted to £6,864 including £3,503 legal fees re: registration with the Charity Commission and with HMRC. The investment manager's fees were £1,261.

After meeting all operating expenses, the activities of the period resulted in an operating surplus of £440,182.

After accounting for realised losses of £1,646 and unrealised gains of £10,034 on the investment portfolio, the net assets shown in the balance sheet as at 31 December 2024 amounted to £448,570. Net assets comprised the investment portfolio (at the period-end market value) of £441,844 and net current assets, mostly cash, of £6,726.

## Contingent liabilities

At 31 December 2024 discussions had reached an advanced stage with two potential grantees. Formal trustee approval followed in January 2025 and grants were paid in that month to:

- The Landmark Trust (re: Landmark Craft Skills Fund) : £25,000
- The London Library (re: City of London Schools Membership) : £25,040

As no binding obligation existed at 31 December 2024, the amounts are not recognised as a liability in these financial statements.

## Related Party Transactions

During the period, the Fund received aggregate donations from trustees of £442,212, including £3,503 paid on behalf of the Fund for legal fees relating to registration with the Charity Commission and with HMRC.

The trustees have also donated services to the Fund such as IT, photocopying and stationery for which no charge has been made and no value is ascribed.

## Investment policy

The Charity's assets are held in a portfolio of UK Government securities on the advice of the independent investment managers, having regard to timeframe for investment, access to funds (liquidity) and the attitude of the trustees to risk. These securities are held at Rathbone Nominees Limited in electronic form within a Euroclear UK & Ireland (CREST) account.

## Reserves policy

The funds provided by the donors are unrestricted funds from which grants can be awarded and donations made, for the public benefit as the trustees in their absolute discretion think fit.

The total funds of the charity as at 31 December 2024 stood at £448,570.

Having regard to the risks to which the Charity is exposed, the trustees have concluded that reserves of £50,000 should be held. It is their intention that the remainder of the charity's funds will be applied in making grants as suitable candidates for support are identified.

## Structure, governance and management

The Fund does not have employees and is managed by the founding original Trustees who are listed on page 1, with the founding members being responsible for the day-to-day running of the Fund and are considered to be key management personnel. All Trustees have given their time freely and no Trustee remuneration was paid in the period.

Upon appointment, each trustee received a copy of the Charity Commission for England and Wales publication "The essential trustee: what you need to know, what you need to do" and other relevant Charity Commission literature.

The Fund is a grant making charity only and provides no services. The trustees undertake a balance of responsibilities divided between strategic direction, governance and operations with professional support as required.

## Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud or error.

The trustees have considered the major risks to which the charity is exposed and assessed their likelihood and impact.

The highest rated risks are considered to be dependence on key funders and loss of key individuals. The trustees have established procedures to manage those risks which will be monitored periodically.

## Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Annual Report of the Trustees and the financial statements in accordance with applicable law and regulations and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Fund and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## Going Concern

The trustees believe that the charity has adequate reserves to continue its activities for the foreseeable future and that there is no material uncertainty in relation to its status as a going concern.

## Plans for the future

Payment of grants will continue in 2025 and 2026 as suitable candidates for support are identified.

Signed on behalf of the Trustees:

Trustee
Richard Setchim

Trustee
Elizabeth Setchim

Approved by the Trustees on 4 September 2025

**SETCHIM CHARITABLE FUND**

**INDEPENDENT EXAMINER'S REPORT**
**TO THE TRUSTEES OF SETCHIM CHARITABLE FUND**

I report to the trustees on my examination of the accounts of Setchim Charitable Fund ("the Fund") from 17 January 2024 to 31 December 2024, which comprise the Statement of Financial Activities, the Balance Sheet and related notes.

This report is made to the Trustees, as a body, in accordance with the terms of my engagement. My work has been undertaken so that I might carry out an Independent Examination of the financial statements in accordance with the General Directions given by the Charity Commissioners. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Fund and the Fund's Trustees as a body for my work or for this report.

**Responsibilities and basis of report**

As the charity trustees of the Fund you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Fund's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Fund as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Greg Stevenson FCA
Knox Cropper LLP
Chartered Accountants

65 Leadenhall Street
London EC3A 2AD

8th September 2025

**SETCHIM CHARITABLE FUND**

**STATEMENT OF FINANCIAL ACTIVITIES**
**INCLUDING INCOME AND EXPENDITURE ACCOUNT**
**FROM 17 JANUARY 2024 TO 31 DECEMBER 2024**

| | Notes | Unrestricted Funds 2024 £ |
|---|---|---|
| **Income from** | | |
| Donations and grants | 2 | 444,394 |
| Investments, income and interest receivable | 3 | 2,652 |
| **Total income** | | 447,046 |
| **Expenditure on** | | |
| **Raising funds** | | |
| Investment management fees | | 1,261 |
| **Charitable activities** | 4 | 5,603 |
| **Total expenditure** | | 6,864 |
| **Net income** | | 440,182 |
| Gains/(losses) on investments | 7 | 8,388 |
| **Net movement in funds** | | 448,570 |
| **Reconciliation of funds** | | |
| Fund balances brought forward | | - |
| **Fund balances carried forward** | | £448,570 |

The notes on pages 9 to 14 form part of these financial statements.

The statement of financial activities includes all gains and losses recognised in the period.

**SETCHIM CHARITABLE FUND**

**BALANCE SHEET**
**AS AT 31 DECEMBER 2024**

| | Notes | 2024 £ | 2024 £ |
|---|---|---|---|
| **Fixed assets** | | | |
| Investments | 7 | | 448,644 |
| **Current assets** | | | |
| Debtors | 8 | 1,937 | |
| Cash at bank and in hand | | 495 | |
| | | 2,432 | |
| **Creditors:** amounts falling due within one year | 9 | (2,506) | |
| Net Current Assets | | | (74) |
| Total assets less current liabilities | | | £448,570 |
| **Funds** | | | |
| Unrestricted funds | 10 | | 448,570 |
| | | | £448,570 |

The financial statements were approved by the Trustees on 4 September 2025

Trustee
Richard Setchim

Trustee
Elizabeth Setchim

The notes on pages 9 to 14 form part of these financial statements.

## 1. ACCOUNTING POLICIES

**Charity Information**
Setchim Charitable Fund is an unincorporated Trust. Its principal place of business is Flat 123, Shakespeare Tower, Barbican, London, EC2Y 8DR.

### 1.1 Accounting convention

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) and the Charities Act 2011. The Fund constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Fund.

The financial statements have been prepared under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

### 1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Fund has adequate resources to continue in operational existence for the foreseeable future. The Fund is not an operational Charity having staff and overheads but makes grants and donations from donations received and investment income.

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the Fund have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Fund to continue as a going concern. The Trustees are of the opinion that the Fund will have sufficient resources to meet its liabilities as they fall due.

### 1.3 Charitable funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Fund and which have not been designated for other purposes.

### 1.4 Income

Income is recognised once the Fund has entitlement to the income, it is probable that the income will be received, and the amount of income receivable can be measured reliably. All income is stated gross of any expenditure.

Donations are recognised when the Fund has confirmation of both the amount and the settlement date. In the event of donations pledged but not received, the amount is accrued for where the receipt is considered probable. In the event that the donation is subject to conditions that require a level of performance before the Fund is entitled to the funds, the income is deferred and not recognised until either the conditions are fully met, or the fulfilment of these conditions are wholly within the control of the Fund and it is probable that these conditions will be fulfilled in the reporting period.

## 1. ACCOUNTING POLICIES (CONTINUED)

### 1.4 Income (continued)

Dividends and distributions from investment funds are recognised once the dividend/distribution has been declared and notification has been received of the amount due. The Fund's investment income and investment gains are all credited to the same unrestricted reserve and therefore there is no requirement to separate out the income from the gains in respect of these funds.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Fund; this is normally upon notification of the interest paid or payable by the bank.

### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure comprises the following:

a) Expenditure on raising funds includes fees paid to investment managers in connection with advice on and management of the Fund's listed investments.

b) Expenditure on charitable activities comprises grants payable. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the donation and has satisfied all related conditions. Grants approved and communicated but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

All expenditure is stated inclusive of irrecoverable VAT.

### 1.6 Allocation of support and governance costs

Support costs represent indirect charitable expenditure. In order to carry out the primary purposes of the Fund it is necessary to provide support in the form of administrative services.

Governance costs comprise the costs involving the public accountability of the Fund (including legal and accounting costs) and costs in respect of its compliance with regulation and good practice.

Support costs and governance costs are apportioned directly to the one charitable activity.

### 1.7 Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on disposals during the year and fair value adjustments at the year end.

### 1.8 Taxation

Setchim Charitable Fund is a registered Charity and is not liable to income or capital gains taxes on its present activities.

### 1.9 Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid.

## 1. ACCOUNTING POLICIES (CONTINUED)

**1.10 Cash at bank and in hand and short term deposits**

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition. Deposits of more than three months but less than one year have been disclosed as short term deposits.

**1.11 Creditors**

Creditors are recognised where the Fund has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are usually recognised at their settlement amount.

**1.12 Fund structure**

The unrestricted income fund represents funds available for the general charitable purposes of the Fund at the discretion of the Trustees.

**1.13 Critical accounting estimates and areas of judgement**

There are no areas in the accounts requiring the Trustees to make significant judgements and estimates.

## 2. DONATIONS AND GRANTS

| | 2024<br>£ |
|---|---|
| Gifted Investments (see Note 5) | 430,959 |
| Gift Aid Donations | 7,750 |
| Other Donations | 3,748 |
| Gift Aid | 1,937 |
| | £444,394 |

## 3. INVESTMENTS

| | 2024<br>£ |
|---|---|
| Income from Investments | 2,540 |
| Brokers interest | 112 |
| | £2,652 |

## 4. CHARITABLE ACTIVITIES

| | 2024<br>£ |
|---|---|
| Grants (4.1) | - |
| Support costs (4.2) | 5,603 |
| | £5,603 |

## 4. CHARITABLE ACTIVITIES (CONTINUED)

### 4.1 Grants payable

Grants during the year comprise:

At 31 December 2024 discussions had reached an advanced stage with two potential grantees. Formal trustee approval followed in January 2025 and grants were paid in that month to:

| | |
|---|---|
| The Landmark Trust (re: Landmark Craft Skills Fund) | 25,000 |
| The London Library (re: City of London Schools Membership) | 25,040 |

As no binding obligation existed at 31 December 2024, the amounts are not recognised as a liability in these financial statements.

### 4.2 Support costs

The breakdown of support costs and how these are allocated between Governance and Charitable Activities is shown in the table below.

| Cost type: | Governance costs 2024 £ | Charitable activities 2024 £ | Total 2024 £ |
|---|---|---|---|
| Legal Fees | 3,503 | - | 3,503 |
| Independent Examination Fees | 2,100 | - | 2,100 |
| | £5,603 | £ - | £5,603 |

## 5. TRUSTEES AND RELATED PARTY TRANSACTIONS

During the period to 31 December 2024, the Trustees, Richard and Elizabeth Setchim, donated £430,959 to the Charity in the form of shares to the Fund and there were no conditions attached to this donation. In addition the Trustees made donations to the Fund amounting to £11,253. In accordance with the Charity's policy, Trustees withdraw from decisions when a conflict of interest arises. No Trustees received any remuneration or reimbursement of expenses in this period.

## 6. EMPLOYEES

There were no employees during the period.

## 7. FIXED ASSET INVESTMENTS

| | 2024<br>£ |
|---|---|
| (a) Quoted Investments at Market Value | 441,844 |
| Cash with Investment Managers | 6,800 |
| Total Investments | £448,644 |
| (b) Movement in Investments | |
| Market value as at 17 January 2024 | - |
| Gifted Investments | 430,959 |
| Additions | 431,810 |
| Disposals | (429,313) |
| Realised gains/(losses) | (1,646) |
| Unrealised gains/(losses) | 10,034 |
| Market value at 31 December 2024 | £441,844 |
| Cost at 31 December 2024 | £431,810 |

Quoted Investments with more than 5% of market value, which are considered to be material.

| | % |
|---|---|
| Treasury 1/4% Gilts | 19.83 |
| Treasury 1/8% Senior | 19.86 |
| Treasury 3/8% Bonds | 19.75 |
| Treasury 4 1/8% Gilts | 21.53 |
| Treasury 5% Stock | 19.03 |

The carrying amount of financial assets measured at fair value through income and expenditure within investments is £441,844.

## 8. DEBTORS

| | 2024<br>£ |
|---|---|
| Gift Aid Recoverable | 1,937 |
| | £1,937 |

## 9. CREDITORS: amounts falling due within one year

| | 2024<br>£ |
|---|---|
| Investment Managers fees | 406 |
| Independent Examination fees | 2,100 |
| | £2,506 |

## 10. NET ASSETS BETWEEN FUNDS

| 2024 | Unrestricted<br>£ | Total<br>£ |
|---|---|---|
| Fixed Assets | 448,644 | 448,644 |
| Current Assets | 2,432 | 2,432 |
| Current Liabilities | (2,506) | (2,506) |
| | £448,570 | £448,570 |

## 11. TAXATION

Setchim Charitable Fund is a registered charity and is potentially exempt from taxation in respect of income and capital gains received within the categories covered by Part II of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied to charitable purposes.